

ORIGINAL



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AZ CORP COMMISSION
DOCUMENT CONTROL

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BEFORE THE ARIZONA CORPORATION COMMISSION

IN THE MATTER OF THE APPLICATION OF)
UTILITY SOURCE, L.L.C. FOR A)
CERTIFICATE OF CONVENIENCE AND)
NECESSITY TO PROVIDE WATER AND)
WASTEWATER SERVICE IN COCONINO)
COUNTY, ARIZONA.)

DOCKET NO. WS-04235A-04-0073

IN THE MATTER OF THE APPLICATION OF)
UTILITY SOURCE, L.L.C. FOR AUTHORITY)
TO ISSUE PROMISSORY NOTE(S) AND)
OTHER EVIDENCES OF INDEBTEDNESS)
PAYABLE AT PERIODS OF MORE THAN)
TWELVE MONTHS AFTER THE DATE OF)
ISSUANCE.)

DOCKET NO. WS-04235A-04-0074

AFFIDAVIT OF MAILING

STATE OF ARIZONA)
)ss
County of Maricopa)

1. I am Lonnie McCleve, Manager of Utility Source, L.L.C. My business address is 721
E. San Pedro, Gilbert, Arizona 85234.
2. On February 2, 2005, I caused the Notice in the form attached hereto as Exhibit 1 and
incorporated herein by reference for all purposes, to be mailed by first class mail,
postage prepaid, to all customers of record.

Arizona Corporation Commission
DOCKETED
FEB 03 2005

DOCKETED BY	KA
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1
2 3. Further affiant sayeth naught.

3
4 DATED this 2 day of February, 2005.

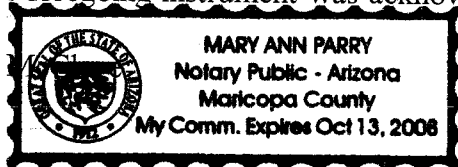
5 UTILITY SOURCE, L.L.C.

6
7 By: 

8 Lonnie McCleve

9 The foregoing instrument was acknowledged before me this 2 day of February, 2005,

10 by Lonnie



11
12 
Notary Public

13 My Commission Expires:

14 10-13-2008

15 Original and fifteen copies of the
16 foregoing filed this 3 day
17 of February, 2005:

18 Docket Control
19 Arizona Corporation Commission
20 1200 West Washington
21 Phoenix, Arizona 85007

22 A copy of the foregoing filed
23 this 3 day of February, 2005, to:

Hearing Division
Arizona Corporation Commission
400 W. Congress
Tucson, Arizona 85701

Utilities Division
Arizona Corporation Commission

1 1200 West Washington
2 Phoenix, Arizona 85007

3 Legal Division
4 Arizona Corporation Commission
5 1200 West Washington
6 Phoenix, Arizona 85007

**PLEASE READ
UTILITY SOURCE, LLC**

**IMPORTANT NOTICE REGARDING WATER
AND WASTEWATER RATES**

On January 4, 2005, the Arizona Corporation Commission ("Commission") approved Utility Source, LLC's (the "Company") request to provide water and wastewater service to the Flagstaff Meadows Development. Although the Commission has now authorized the Company to provide those services, the water and wastewater rates currently in effect were not approved by the Commission, because the Company commenced operations without Commission authority. Therefore, the setting of initial rates that support the construction and long-term operations of water and wastewater systems for the planned development occurred without Commission authority. The current rates were artificially set by the Company and may not be sufficient to cover the on-going costs of providing service. Therefore, in an attempt to balance equities between the Company and its customers and to provide adequate notice, the Commission has required the Company to file a rate application by May 1, 2006 that may result in higher rates. Customers will be given notice of that filing when made, which shall include the Commission Staff's estimate of proposed rate levels. You will have an opportunity to be heard before the Commission regarding that application.

EXHIBIT 1